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VIA Electronic Filing

December 15, 2008

Charles L.A. Terreni, Esquire
Chief Clerk/Administrator
Public Service Commission of South Carolina
101 Executive Center Dr., Suite 100
Columbia, SC 29210

IN RE: Application of South Atlantic Utilities, Incorporated for Approval of an Increase in Rates and Charges for the Community Water System at May River Plantation in Bluffton, South Carolina
Docket No. 2007-319-W

Dear Mr. Terreni:

Per the Company's last rate case proceeding, Docket No. 2007-319-W, Order No. 2008-92 dated February 8, 2008, South Atlantic Utilities, Inc. was ordered to maintain the books and records for the community water system at May River Plantation in accordance with the National Association of Regulatory Utility Commissions (NARUC) Uniform System of Accounts. Furthermore, the Company was ordered to begin keeping its books and records in accordance with this system by January 1, 2009.

In response to Order No. 2008-92, the ORS Audit Department requested South Atlantic Utilities, Inc. to provide the chart of accounts and most recent general ledger for May River Plantation. The Audit Department examined the general ledger accounts and concurs they are consistent with the NARUC Uniform System of Accounts.

The Audit Department determined that the Company has complied with Order No. 2008-92 to begin keeping its books and records in accordance with NARUC Uniform System of Accounts for Class C Water Utilities.

Please let me know if ORS can be of further assistance in this matter.

Yours Truly,


Jeffrey M. Nelson

cc: Benjamin P. Mustian, Esquire